## **REMARKS**

Claims 27-80 are now pending in the application. Claims 54-80 are added by this amendment. Claims 1-26 and 51-53 are canceled by this amendment. Applicants note that independent Claims 27 and 44 are not rejected based on any cited art. Therefore, they and any claims that depend therefrom should be in condition for allowance.

## **NEW CLAIMS**

New claims 54-80 are similar to the subject matter to claims 27-50. Claims 54-80 are directed to an electromagnetic navigation system and are within the scope of elected Group III.

As claims 27-50 should be in condition for allowance so are claims 54-80. Also support for the new claims can be found throughout the application as filed including the claims and at least paragraphs 5 and 35-46.

## CONCLUSION

If the Examiner believes that personal communication will expedite prosecution of this application, the Examiner is invited to telephone the undersigned at (248) 641-1600.

By:

Respectfully submitted,

Dated: <u>July 30, 2007</u>

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RWW/MLT/srh